

MEMORANDUM FOR THE RECORD

SUBJECT : Concurrence in Definitive Contract No. HF-1230,
Project [REDACTED] The Firewal Company, Inc.,
Buffalo, New York.

1. This memorandum contains recommendations submitted for approval of the Director of Central Intelligence. Such recommendations are contained in Paragraph 5.

2. Definitive Contract No. HF-1230 covers development and procurement of personal equipment for pilots on the behalf of and for the benefit of the Department of the Air Force pursuant to an exchange of correspondence between the Director of Central Intelligence and the Secretary of the Department of the Air Force wherein agreement was reached that the Agency would act as the procuring activity for the supplies and services in question for reasons of security.

3. Definitive Contract No. HF-1230 provides authority for the Contractor to expend an amount not to exceed \$555,778.26 for the equipment desired by the Department of the Air Force. The type of contract is fixed-price with provision for redetermination of price upward within the amount limitation stated above and downward without limitation. In view of prospective requirements for additional quantities of personal equipment to meet the needs of the Department of the Air Force, it is considered necessary that a sum of \$1,000,000 be made available for expenditure under contracts for Project [REDACTED]. An authorization document is attached hereto for the signature of the Director of Central Intelligence.

4. Administration and settlement of Contract No. HF-1230 will, in general, follow the policies and procedures presently in effect for our Project AQUATONE contracts. The most important deviation in this connection is that procurement requirements will emanate from designated representatives of the Department of the Air Force in a formal manner and such formal requirements alone will furnish the basis for any procurement action on the part of the Agency under Contract HF-1230. A written

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agreement has been negotiated with Department of the Air Force representatives setting forth respective responsibilities in connection with contracts issued for that Department and the procedures which shall be followed.

5. It is recommended that you approve the signing of Definitive Contract No. H-1230 by the authorized Project Contracting Officer of the Agency, contingent upon notice by the Comptroller of the Agency that transfer of required funds from the Department of the Air Force has been effected. It is also recommended that the necessary authorization document be approved.

4/2/56
RICHARD E. RUSSELL, JR.
A/PC/DNI - Project Director

CONCURRENCES:

SIGNED 4/2/56

General Counsel

4/2/56

Comptroller

Approvals requested in
Paragraph 5, granted.

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HJP:vd (3/29/56)

4/2/56

Director of Central Intelligence

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